NOTICE OF CONFEIREMONICALLY RECORDED IF YOU ARE AWAY PERSON, YOU MAY REMOVE OR STRIKE ANY OF THE FOLLOWING INFORMATION PROMOTHICS IN STRUND 2092 FO.497 RE IT IS FILED FOR RECORD IN THE PUBLIC RECORDS: YOUR SOCIAL SECURITY NUMBER OR YOUR POST A \$28.00

Producers 88-198(R) Texas Paid-Up (2/93)

#### OIL, GAS AND MINERAL LEASE (PAID-UP LEASE)

THIS AGREEMENT made this 1st Linda Price Willis		day of August	,20	, between
North Richland Hills, Texas 76180		, Lessor (whether one or more) whose address is	7116 Edinburg I	Drive
P.O. Box 450, Decatur, Texas 76234	and	Devon Energy Production Company, L.P.	. Lessec; whose addi	ress is
and their respective constituent elements) and all other minerals, (whe surveys, injecting gas, water and other fluids and air into subsurface building roads, tanks, power stations, telephone lines and other st TARPANT	ether or not e strata, esta tructures th	the royalties herein provided, and of the agreement of Lessee herein exploring, prospecting, drilling and mining for and producing oil, gas similar to those mentioned) and the exclusive right to conduct explorablishing and utilizing facilities for the disposition of salt water, laying ereon to produce, save, take care of, treat, transport, and own sa described as follows:	(including all gases, liquid ha ation, geologic and geophysi	hydrocarbons ical tests and

"FOR PROPERTY DESCRIPTION SEE EXHIBIT "A" ATTACHED HERETO AND MADE APART HEREOF" "FOR ADDITIONAL PROVISIONS SEE EXHIBIT "B" ATTACHED HERETO AND MADE APART HEREOF"

This lease also covers and includes all land owned or claimed by Lessor adjacent or contiguous to the land particularly described above, whether the same be in said survey or in adjacent surveys, although not included within the boundaries of the land particularly described above. The land covered by this lease shall be hereinafter referred to as said Land. Lessor agrees to execute any lease amendment requested by Lessee for a more complete or accurate description of said Land and such amendment shall include words of present lease and grant. For the

purpose of calculating any payments hereinafter provided for, said Land is estimated to comprise 106.739 acres, whether it actually comprises more or less until such time as Lessee requests a lease amendment and same is filed of record.

2. Subject to the other provisions herein contained and without reference to the commencement, prosecution or cessation of operations and/or production at any time hereunder, this lease shall be for a term of three (3) years from this date (called 'primary term') and as long thereafter as oil, gas, or other minerals is produced from or operations are conducted on said Land or land with which said Land is pooled hereunder. The word "operations" as used herein shall include but not be limited to any or the following, preparing drillsite location and/or access road, drilling, testing, completing, reworking, recompleting, deepening, plugging back or repairing of a well in search for or in an endeavor to obtain production of oil, gas or other minerals and any other actions conducted on said lands associated with or related thereto.

3. The royalties to be naid by Lessee are: (a) not) il delivered at the wells or into the number of which the wells of which the wells of the number of the

3. The royalties to be paid by Lessee are: (a) on oil delivered at the wells or into the pipeline to which the wells may be connected, one-eighth of the proceeds received from the sale of oil produced and saved from said Land, Lessee may from time to time purchase any royalty oil in its possession, paying the market price therefor prevailing for the field where produced on the date of purchase or Lessee may sell any royalty oil in its possession and pay Lessor the price received by the Lessee for such oil computed at the well; Lessor's interest shall bear one-eighth of the cost of all trunking charges; (b) on gas, including all gases, processed liquid hydrocarbons associated therewith and any other respective constituent elements, casinghead gas or other gaseous substance, produced from said Land and sold or exceed the amount received by Lessee for such gas computed at the mouth of the well, and provided further on gas sold at the wells the royalty shall be one-eighth of the net proceeds received from such sale, it being understood that Lessor's interest shall bear one-eighth of the cost of all compression, treating, dehydrating and transporting costs incurred in marketing the gas so sold at the wells. (c) on all other minerals mined and marketed, one-tenth either in kind or value at the well or mine, at Lessee's election. Any royalty interests, including, without limitation, non-participating royalty interests, in said Land, whether or not owned by Lessor and whether or not effectively pooled by Lessee pursuant to the provisions hereof, shall be paid from the royalty self or the received provided for the received producing oil or gas in peying quantities on said Land or land or lease pooled therewith but oil or gas is not being sold or used and this lease is not then being maintaned by production, operations or otherwise, this lease shall not terminate, (unless released by the Lessee), and it shall nevertheless be considered that oil and/or gas is being produced from said Land within the mening of paragraph 2 3. The royalties to be paid by Lessee are: (a) on oil delivered at the wells or into the pipeline to which the wells may be connected, one-eighth of the proceeds received from the sale of

<u>n</u>/a Lessee shall pay or tender as shut-in royalty to Lessor, or tender for deposit to the credit of Lessor in the n/a (which bank and its successors are Lessors agent and shall continue as the depository bank for all shut-in royalty payments hereunder regardless of changes in ownership of said land or shut-in royalty payments) a sum determined by multiplying one dollar (\$1.00) per acre for each acre then covered by this lease, provided however, in the event said well is located on a unit comprised of all or a portion of said Land and other land or leases a sum determined by multiplying one dollar (\$1.00) per acre for each acre of said Land included in such unit on which said shut-in well is located. If such bank (or any successor bank) should fail, liquidate, or be succeeded by another bank or for any reason fail or refuse to accept such payment to renders. Such shut-in royalty payment shall be due on or before the expiration of ninety (90) days after (a) the expiration of the primary term. In like manner and upon like payments or tenders so or before the next ensuing anniversary of the due date for said payment, the Lessee shall continue to pay such shut-in royalty payments shall be due dater for said payment, the Lessee shall continue to pay such shut-in royalty payments shall not be required or, if a shut-in royalty payment is tendered, no additional shut-in payment will be due until the next ensuing anniversary of the due date for said payment regardless of how many times actual production may be commenced and shut-in during such one (1) year period. Lessee's failure to pay or tender or to properly or timely p n/a n/a (which bank and its successors are Lessors agent and shall continue as the depository bank for all shut-in royalty payments provided, pay or tender such royalty or shut-in royalty, in the manner above specified, either jointly to such parties or separately to each in accordance with their respective ownerships thereof,

tenders royalty or shut-in royalty as hereinabove provided, two (2) or more parties are, or claim to be, entitled to receive same, Lessee may, in lieu of any other method of payment herein provided, pay or tender such royalty or shut-in royalty, in the manner above specified, either jointly to such parties or separately to each in accordance with their respective ownerships thereof, as Lessee may elect.

5. (a) Lessee shall have the right and power in its discretion to pool or combine, as to any one or more strata or formations, said Land or any portion of said Land with other land covered by this lease or with other land, lease or leases in the vicinity thereof. The above right and power to pool and unitize may be exercised with respect to oil, gas or other minerals, or any one or more of said substances, and may be exercised at any time and from time to time during or after the primary term, and before or after a well has been drilled, or while a well is being or increased. Pooling in one or more instances shall not exhaust the rights of Lessee to pool said Land or portions thereof into other units. Units formed by pooling as to any stratum or strata need on conform in size or area with units as to any other stratum or strata, and oil units need not conforms in size or area with units as to say other stratum or strata, and oil units need not conform in size or area with units as to say other stratum or strata, and oil units need not conform in size or area with units as to say other stratum or strata, and oil units need not conform in size or area with units as to say other stratum or strata, and oil units need not conform in size or area with units as to say other stratum or strata, and oil units larger than those specified, units thereafter created may conform substantially exceed 80 acres each, plus a tolerance of 10% thereof, provided that should governmental authority having jurisdiction prescribed or gas hereunder shall not substantially exceed in area 640 acres each, plus a tolerance of 10% thereof, pr

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- such unit and used in the operations thereof or thereon shall be excluded in calculating said royalty. Lessee may vacate any unit formed by it hereunder by instrument in writing filed for record in said county at any time when there is no unitized substance being produced from such unit. If this lease now or hereafter covers separate tracts, no pooling or unitization of royalty interests or unitize as provided in this paragraph 5 with consequent allocation of production as herein provided. As used in this paragraph 5, the words "separate tracts" there as to paries or amounts, from that as to any other part of said Land.

  (b) Lessee at any time and from time to time during the life of this lease shalf have the right and power as to all or any part or formation or strata of the land herein leased, without royalty estate created by this lease with other lands, formations, strata or leases covering lands in the same general area as the leased premises by combining the leasehold estate and Lessor's the combination of such interests or any of them one or more unitized areas of such size and shape as determined by Lessee to be developed and operated by secondary or tentary methods as holicated among the various tracts comprising such unitized area based on a formula derived from parameters utilized by Lessee and incorporated in a unitization agreement approved by the Railroad Commission of Texas. The unitization agreement approved by the that all provisions contained therein shall be binding on Lessor provided such unitized area shall be considered for all purposes, except the payment of royalties, as operations on or production of oil and/or gas from any part of the unitized area after excluding thereform any oil or gas used in the shall be considered for all purposes, except the payment of royalties, as operations on or production of oil and/or gas from any part of the unitized area after excluding thereform any oil or gas used in the t the payment of royalities, as operations on or production of our or gas from said Land whether or not the wentor wens or recared on said Land. Advances payable from the diffused area to be computed on the basis of the production allocated to the portion of the above described land included within such unitized area after excluding therefrom any oil or gas used in the operations thereon.
- shall be computed on the basis of the production allocated to the portion of the above described land included within such unitized area after excluding therefrom any oil or gas used in the operations thereon.

  6. Lessee may at any time or times execute and deliver to Lessor or to the depository above named or place of record, a release or releases covering any portion of said Land and/or portions of subsurface strata or stratum and the relieved of all obligations as to the acreage, strata or stratum are the classee shall retain rights of ingress and egress across and through any released portion and/or strata of the lease in order to have necessary access to that portion and/or strata of the lease premises which remains in force and on which Lessee communes to conduct operations.

  7. If, at any time or times after the expiration of the primary term, operations or production of oil, gas or other minerals on said Land or on acreage pooled therewith should cease from any cause and this lease is not then being otherwise maintained, this lesses shall remain in full force and effect for so long thereafter as oil, gas or other mineral is produced from said Land or acreage pooled therewith. It is understood and agreed that if, during the primary term hereof, all operations or production ceases on said Land or land on leases pooled therewith, this lease shall nevertheless remain in full and there are no operations on said Land or on acreage pooled therewith and other than said Land or on acreage pooled therewith that operations or production ceased within 90 days of the expiration of the primary term, this lease shall nevertheless remain in full of the primary term, this lease shall nevertheless remain in full of the seep pooled therewith that operations or production ceased within 90 days of the expiration of the primary term, this lease, or (b) a gas well on land other than said Land or on acreage pooled therewith that operations or production ceased within 90 days of the expiration of the primary term, this lease, o

- acreage or straum in accordance with the provisions of paragraph o neterin, and, in this connection, it aims to the subtraction of paragraph on neterin, and, in this drilled by Lessee would be sufficiently productive to pay Lessee a profit over and above drilling, completing and operation expenses

  8. Lessee shall have the right, at any time during or after the expiration of this lease, to remove all property and fixtures placed by Lessee on said Land, including the right to draw and remove all casing. Upon Lessor's request and when reasonably necessary for utilization of the surface for some intended use by the Lessor, Lessee will bury all pipelines below ordinary plow depth. No well shall be drilled within two hundred (200) feet of any residence or barn now on said Land without Lessor's consent.

  9. The rights of either party hereunder may be assigned in whole or in part, and the provisions hereof shall extend to their heirs, successors and assigns; but no change or division in such ownership of asid Land or royalites, however accomplished, shall operate to enlarge the obligation or diminish the right of Lessee, and no change or division in such ownership shall be binding on Lessee until thirty (30) days after Lessee shall have been furnished, by registered U. S. mail at Lessee's sprincipal place of basiness, with a certified copy of recorded instrument or instruments evidencing same or evidence satisfactory to Lessee. If any such change in ownership occurs by reason of the death of the owner. Lessee may nevertheless, pay or tender royalities, or part thereof, to the credit of the decodent in a depository bank provided for above. In the event of assignment hereof in whole or in part, liability for breach of any obligation hereumder shall rest exclusively upon the owner of this lesse or of a portion thereof who commits such breach. If six or more parties become entitled to royally hereunder. Lessee may withhold payment thereof underso and until furnished with a recordable instrument. The executed by a subject

- (c) All terms and conditions of this lease, whether express or implied, shall be subject to all Federal and State Laws, Executive Orders. Rules, or Regulations; and this lease shall not be terminated, in whole or in part, nor Lessee held liable in damages for failure to comply therewith, if compliance is prevented by, or if such failure is the result of, any such Law, Order, Rule or Regulation.

this lease shall be binding upon each party executing the same and their	u no representation of r successors, heirs, and	r promise, vertual or written, on behalf of either party shall be binding unless contained herein; and d assigns, regardless of whether or not executed by all persons above named as "Lessor"				
IN WITNESS WHEREOF, this instrument is executed on the						
Linda Price Willis	LESSOR	LESSOR				
	LESSOR	LESSOR				
Taxas						
STATE OF TEXTS	§					
COUNTY OF Tawant	8					
This instrument was acknowledged before me on						
	<u> </u>					
		Notary Signature: Carbolina Holly 3				
CYNTHIA PHILLIPS		Printed Name: Cyntha thillip's				
Notary Public STATE OF TEXAS		Notary Public, State of TOKAS				
My Comm. Exp. 12-12-2010		My Commission Expires: 12-15-2010				

## **EXHIBIT "A"**

Attached to and made a part of that certain Oil, Gas and Mineral Lease dated August 1, 2009 by Linda Price Willis, as Lessor and Devon Energy Production Company, L.P., as Lessee.

#### **Description of Lands:**

106.739 acres of land, more or less, out of the M.W. Ellis Survey, A-489, Tarrant County, Texas, being the following four tracts below:

**TRACT 1: 53.8150** acres of land, more or less (called 52.500 acres), out of the M.W. Ellis Survey, A-489, Tarrant County, Texas, described as Tract No. 1 in that certain Warranty Deed dated October 3, 1959, from J.L. Jefferson and wife, Mamie Jewell Jefferson to Veterans' Land Board of the State of Texas, recorded in Volume 3376, Page 142, Deed Records, Tarrant County, Texas.

TRACT 2: 48.2720 acres of land, more or less, out of the M.W. Ellis Survey, A-489, Tarrant County, Texas, being 51.1720 acres, more or less, as described in that certain Warranty Deed dated June 16, 1977, from Leola M. Jefferson, a widow, and James Donley Jefferson, as Grantors to Alfred L. Davis and wife, Ellen Davis, as Grantees, filed for record on 06/17/1997, recorded in Volume 6257, Page 700, of the Deed Records, Tarrant County, Texas, LESS AND EXCEPT: 2.900 acres of land, more or less, as described in that certain Warranty Deed dated August 24, 1979, from Alfred L. Davis and wife, Ellen Davis to Roger Dale Davis and wife, Sherry Gay Davis, filed for record on 08/28/1979, recorded in Volume 6795, Page 2204, Deed Record, Tarrant County, Texas.

**TRACT 3: 2.900** acres of land, more or less, out of the M.W. Ellis Survey, A-489, Tarrant County, Texas, as described in that certain Warranty Deed dated August 24, 1979, from Alfred L. Davis and wife, Ellen Davis to Roger Dale Davis and wife, Sherry Gay Davis, filed for record 08/28/1979, recorded in Volume 6795, Page 2204, Deed Records, Tarrant County, Texas.

TRACT 4: 1.752 acres of land, more or less, out of the M.W. Ellis Survey, A-489, Tarrant County, Texas and being all of that 52.924 acres more particularly described in a Deed from J.L. Jefferson to Frank D. Jefferson, dated July 18, 1936, and recorded in Volume 1309, Page 205, Deed Records, Tarrant County, Texas, SAVE AND EXCEPT: 51.172 acres of land, more or less, out of the M.W. Ellis Survey, A-489, Tarrant County, Texas and being that same land more particularly described in a Deed from Leola M. Jefferson, a widow and James Donley Jefferson to Alfred L. Davis and wife, Ellen Davis, dated June 16, 1977, and recorded in Volume 6257, Page 700, Deed Records, Tarrant County, Texas, leaving 1.752 acres of land.

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Linda Price Willis

Lessor

# **EXHIBIT "B"**

Attached to and made a part of that certain Oil, Gas and Mineral Lease dated August 1, 2009 by Linda Price Willis as Lessor and Devon Energy Production Company, L.P., as Lessee.

1. Notwithstanding anything contained in this lease to the contrary, wherever the fraction 'one-eighth' (1/8th) appears in the printed portion of this lease, the same is hereby amended, to read 'one-fourth' (1/4th)

Linda Price Willis

Lessor